

General Assembly

January Session, 2009

Amendment

LCO No. 8420

SB0066408420SD0

Offered by:

SEN. LOONEY, 11th Dist. SEN. PRAGUE, 19th Dist.

To: Subst. Senate Bill No. **664**

File No. 243

Cal. No. 226

"AN ACT CONCERNING BILLING FOR ASSISTED LIVING SERVICES COVERED BY LONG-TERM CARE INSURANCE."

- Strike everything after the enacting clause and substitute the 1 2 following in lieu thereof:
- 3 "Section 1. Subdivision (1) of subsection (a) of section 38a-226c of the
- 4 general statutes is repealed and the following is substituted in lieu
- 5 thereof (Effective October 1, 2009):
- 6 (1) Each utilization review company shall maintain and make
- 7 available procedures for providing notification of its determinations
- regarding certification in accordance with the following: 8
- 9 (A) Notification of any prospective determination by the utilization
- 10 review company shall be mailed or otherwise communicated to the
- 11 provider of record or the enrollee or other appropriate individual
- 12 within two business days of the receipt of all information necessary to
- 13 complete the review, provided any determination not to certify an

sSB 664 Amendment

admission, service, procedure or extension of stay shall be in writing.

After a prospective determination that authorizes an admission,
service, procedure or extension of stay has been communicated to the
appropriate individual, based on accurate information from the
provider, the utilization review company may not reverse such
determination if such admission, service, procedure or extension of
stay has taken place in reliance on such determination.

- (B) Notification of a concurrent determination shall be mailed or otherwise communicated to the provider of record within two business days of receipt of all information necessary to complete the review or, provided all information necessary to perform the review has been received, prior to the end of the current certified period and provided any determination not to certify an admission, service, procedure or extension of stay shall be in writing.
- (C) The utilization review company shall not make a determination not to certify based on incomplete information unless it has clearly indicated, in writing, to the provider of record or the enrollee all the information that is needed to make such determination.
- (D) Notwithstanding subparagraphs (A) to (C), inclusive, of this subdivision, the utilization review company may give authorization orally, electronically or communicated other than in writing. If the determination is an approval for a request, the company shall provide a confirmation number corresponding to the authorization.
- (E) Except as provided in subparagraph (F) of this subdivision with respect to a final notice, each notice of a determination not to certify an admission, service, procedure or extension of stay shall include in writing (i) the principal reasons for the determination, (ii) the procedures to initiate an appeal of the determination or the name and telephone number of the person to contact with regard to an appeal pursuant to the provisions of this section, and (iii) the procedure to appeal to the commissioner pursuant to section 38a-478n.
- 45 (F) Each notice of a final determination not to certify an admission,

sSB 664 Amendment

service, procedure or extension of stay shall include in writing (i) the

- 47 principal reasons for the determination, (ii) a statement that all internal
- 48 appeal mechanisms have been exhausted, and (iii) a copy of the
- 49 application and procedures prescribed by the commissioner for filing
- an appeal to the commissioner pursuant to section 38a-478n.
- 51 (G) (i) For all determinations, there shall be a presumption that an
- 52 <u>admission, service, procedure or extension of stay is medically</u>
- 53 necessary if it is ordered by a licensed participating provider and is
- 54 within the provider's scope of practice. The utilization review
- 55 company shall have the burden of proving that the admission, service,
- 56 procedure or extension of stay is not medically necessary.
- 57 (ii) The provisions of this subparagraph shall not affect the
- 58 operation of the Workers' Compensation Act.
- 59 Sec. 2. Subdivision (2) of subsection (a) of section 38a-226c of the
- 60 general statutes is repealed and the following is substituted in lieu
- 61 thereof (*Effective October 1, 2009*):
- 62 (2) Each utilization review company shall maintain and make
- 63 available a written description of the appeal procedure by which either
- 64 the enrollee or the provider of record may seek review of
- 65 determinations not to certify an admission, service, procedure or
- 66 extension of stay. The procedures for appeals shall include the
- 67 following:
- 68 (A) Each utilization review company shall notify in writing the
- 69 enrollee and provider of record of its determination on the appeal as
- 70 soon as practical, but in no case later than thirty days after receiving
- 71 the required documentation on the appeal.
- 72 (B) On appeal, all determinations not to certify an admission,
- 73 service, procedure or extension of stay shall be made by a licensed
- 74 practitioner of the healing arts.
- 75 (C) (i) On appeal of a determination not to certify the dispensing of

sSB 664 Amendment

76 <u>a drug prescribed by a licensed participating provider, an immediate</u>

- 77 electronic authorization of such drug for the length of the appeal
- 78 process shall be made to the pharmacist requesting authorization. Such
- 79 <u>immediate electronic authorization shall include confirmation of the</u>
- 80 availability of payment for such supply of such drug.
- 81 <u>(ii) The provisions of this subparagraph shall not affect the</u> 82 operation of the Workers' Compensation Act."

This act shall take effect as follows and shall amend the following
sections:

Section 1	October 1, 2009	38a-226c(a)(1)
Sec. 2	October 1, 2009	38a-226c(a)(2)